

Water Utility Fund**Fund 515****PURPOSE OF THE FUND:**

The Water Utility Fund was created to administer all revenues derived from operations conducted in the Consolidated Potable Water Service Area. The service areas include those designated as Edenvale, Evergreen, Coyote, Alviso, and North San José.

Monies in the Water Utility Fund shall be expended for the costs of water system operations, including, but not limited to, payment of required debt service; for the repair, on-going capital improvements and maintenance of a potable water system for the Consolidated Potable Water Service Area; and for the purchase of supplies, materials, and equipment attributable to or necessary for the operation, improvement and maintenance of a potable water system in the Consolidated Potable Water Service Area.

AUTHORITY FOR THE FUND:

San José Municipal Code sections 4.80.600 through 4.80.630. Revenue and expenditure estimates are budgeted via Council funding sources resolution and appropriation ordinance, respectively.

SOURCE OF FUNDS:

- Revenue associated with operations within the Consolidated Potable Water Service Area
- Grant revenues
- Interest earnings

FUND RESTRICTIONS:

Pursuant to Part 12 of Chapter 4.80 of Title 4 of the San José Municipal Code, an amount not to exceed eight percent of revenue derived from the operation of potable water service within the Consolidated Potable Water Service Area may be transferred to the General Fund.

Notice of fee increases should be given in accordance with State Proposition 218 requirements.

LEAD RESPONSIBILITY:

Environmental Services Department

Water Utility Fund**Fund 515****FINANCIAL INFORMATION AND LOCATION:****Comprehensive Annual Financial Report (CAFR) Designation:**

Proprietary Fund-Enterprise

Budget Location:

Adopted Operating Budget

Funding Sources Resolution and Appropriation Ordinance Location:

Section 11.01